

Annual Report 2011

Production Sector

OMB Control No. 2060-0328
Pending OMB Approval



Company Information

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Company Information Updated: **No**

Activities Reported

BMP1: Yes BMP2: No BMP3: Yes

Total Methane Emission Reductions Reported This Year: **1,689,427**

Previous Years' Activities Reported: **No**

Period Covered by Report

From: **01/01/2011**

To: **12/31/2011**

☒ I hereby certify the accuracy of the data contained in this report.

Additional Comments

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BMP1: Identify and Replace High-Bleed Pneumatic Devices

Current Year Activities

A. Facility/location identifier information:

Mid Continent Business Unit

B. Facility Summary

Number of devices replaced this reporting period: **388 devices**
Percent of system now equipped with low/no-bleed units: _____ %

C. Cost Summary

Estimated cost per replacement (including equipment and labor): \$ _____

D. Methane Emissions Reduction

Method Used: **Standard Calculation**
Data Source: **Field measurement**
Methane Emissions Reduction: **81,651 Mcf/year**

E. Are these emissions reductions a one-year reduction or a multi-year reduction?

✓ One-year Multi-year

If Multi-year: Partner will report this activity once and let EPA automatically calculate future emission reductions based on sunset date duration (BMP 1 has a sunset period of 7 years).
Partner will report this activity annually up to allowed sunset date.

F. Total Value of Gas Saved

Value of Gas Saved: **\$ 571,557**
\$ / Mcf used: **\$ 7.00**

G. Planned Future Activities

Number of high-bleed devices to be replaced next year: _____ devices

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Previous Years' Activities

Year	Number of Devices Replaced	Total Cost * (\$)	Estimated Reductions (Mcf/Yr)	Value of Gas Saved (\$)

* Total cost of replacements (including equipment and labor)

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BMP1: Identify and Replace High-Bleed Pneumatic Devices

Current Year Activities

A. Facility/location identifier information:

San Juan Business Unit

B. Facility Summary

Number of devices replaced this reporting period: **54 devices**
Percent of system now equipped with low/no-bleed units: _____ %

C. Cost Summary

Estimated cost per replacement (including equipment and labor): **\$ 81,000**

D. Methane Emissions Reduction

Method Used: **Standard Calculation**
Data Source: **Manufacturers' specifications**
Methane Emissions Reduction: **4,752 Mcf/year**

E. Are these emissions reductions a one-year reduction or a multi-year reduction?

One-year ☒ Multi-year

If Multi-year: ☒ Partner will report this activity once and let EPA automatically calculate future emission reductions based on sunset date duration (BMP 1 has a sunset period of 7 years).
Partner will report this activity annually up to allowed sunset date.

F. Total Value of Gas Saved

Value of Gas Saved: **\$ 14,256**
\$ / Mcf used: **\$ 3.00**

G. Planned Future Activities

Number of high-bleed devices to be replaced next year: _____ devices

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Previous Years' Activities

Year	Number of Devices Replaced	Total Cost * (\$)	Estimated Reductions (Mcf/Yr)	Value of Gas Saved (\$)

* Total cost of replacements (including equipment and labor)

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BMP3: Partner Reported Opportunities (PROs)

Current Year Activities

A. Facility/location identifier information:

San Juan Business Unit

B. Description of PRO

Please specify the technology or practice that was implemented:

Artificial lift: install plunger lifts (10 years)

Please describe how your company implemented this PRO:

Optimization/upgrade of plunger lift controllers

C. Level of Implementation

Number of units installed: 362 units

D. Methane Emissions Reduction

Methane Emissions Reduction: **334,700 Mcf/year**

Basis for the emissions reduction estimate: **Calculation using manufacturer specifications**

E. Are these emissions reductions a one-year reduction or a multi-year reduction?

One-year

☒ Multi-year

If Multi-year:

- ☒ Partner will report this activity once and let EPA automatically calculate future emission reductions based on sunset date duration.

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F. Cost Summary

Estimated cost of implementing the PRO (including equipment and labor): **\$ 6,516,000**

G. Total Value of Gas Saved

Value of Gas Saved: **\$ 1,004,100**

\$ / Mcf used: **\$ 3.00**

H. Planned Future Activities

To what extent do you expect to implement this PRO next year?: **continue implementation**

Previous Years' Activities

Year	Frequency of practice/activity or # of Installations	Total Cost * (\$)	Estimated Reductions (Mcf/Yr)	Value of Gas Saved (\$)

* Total cost of practice/activity (including equipment and labor)

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BMP3: Partner Reported Opportunities (PROs)

Current Year Activities

A. Facility/location identifier information:

San Juan Business Unit

B. Description of PRO

Please specify the technology or practice that was implemented:

Convert natural gas-driven chemical pumps (10 years)

Please describe how your company implemented this PRO:

Replace gas-driven with solar powered chemical pumps

C. Level of Implementation

Number of units installed: 153 units

D. Methane Emissions Reduction

Methane Emissions Reduction: **13,923 Mcf/year**

Basis for the emissions reduction estimate: **Calculation using manufacturer specifications**

E. Are these emissions reductions a one-year reduction or a multi-year reduction?

One-year ✓ Multi-year

If Multi-year:

- ✓ Partner will report this activity once and let EPA automatically calculate future emission reductions based on sunset date duration.

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F. Cost Summary

Estimated cost of implementing the PRO (including equipment and labor): **\$ 657,900**

G. Total Value of Gas Saved

Value of Gas Saved: **\$ 41,769**

\$ / Mcf used: **\$ 3.00**

H. Planned Future Activities

To what extent do you expect to implement this PRO next year?: _____

Previous Years' Activities

Year	Frequency of practice/activity or # of Installations	Total Cost * (\$)	Estimated Reductions (Mcf/Yr)	Value of Gas Saved (\$)

* Total cost of practice/activity (including equipment and labor)

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BMP3: Partner Reported Opportunities (PROs)

Current Year Activities

A. Facility/location identifier information:

Gulf Coast Business Unit

B. Description of PRO

Please specify the technology or practice that was implemented:

Convert natural gas-driven chemical pumps (10 years)

Please describe how your company implemented this PRO:

Replace gas driven chem pumps with solar powered

C. Level of Implementation

Number of units installed: 80 units

D. Methane Emissions Reduction

Methane Emissions Reduction: **32,704 Mcf/year**

Basis for the emissions reduction estimate: **Calculation using manufacturer specifications**

E. Are these emissions reductions a one-year reduction or a multi-year reduction?

One-year ✓ Multi-year

If Multi-year:

- ✓ Partner will report this activity once and let EPA automatically calculate future emission reductions based on sunset date duration.

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F. Cost Summary

Estimated cost of implementing the PRO (including equipment and labor): **\$ 800,000**

G. Total Value of Gas Saved

Value of Gas Saved: **\$ 228,928**

\$ / Mcf used: **\$ 7.00**

H. Planned Future Activities

To what extent do you expect to implement this PRO next year?: _____

Previous Years' Activities

Year	Frequency of practice/activity or # of Installations	Total Cost * (\$)	Estimated Reductions (Mcf/Yr)	Value of Gas Saved (\$)

* Total cost of practice/activity (including equipment and labor)

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BMP3: Partner Reported Opportunities (PROs)

Current Year Activities

A. Facility/location identifier information:

San Juan Business Unit

B. Description of PRO

Please specify the technology or practice that was implemented:

Eliminate unnecessary equipment and/or systems

Please describe how your company implemented this PRO:

Wellsite compressor optimization projects - downsize base compression fleet for compressors that are less than 20-25% utilized.

C. Level of Implementation

Number of units installed: 53 units

D. Methane Emissions Reduction

Methane Emissions Reduction: **306,837 Mcf/year**

Basis for the emissions reduction estimate: **Calculation using manufacturer specifications**

E. Are these emissions reductions a one-year reduction or a multi-year reduction?

☒ One-year

☐ Multi-year

If Multi-year:

Partner will report this activity once and let EPA automatically calculate future emission reductions based on sunset date duration.

Partner will report this activity annually up to allowed sunset date.

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F. Cost Summary

Estimated cost of implementing the PRO (including equipment and labor): **\$ 1,797,737**

G. Total Value of Gas Saved

Value of Gas Saved: **\$ 2,147,859**

\$ / Mcf used: **\$ 7.00**

H. Planned Future Activities

To what extent do you expect to implement this PRO next year?: _____

Previous Years' Activities

Year	Frequency of practice/activity or # of Installations	Total Cost * (\$)	Estimated Reductions (Mcf/Yr)	Value of Gas Saved (\$)

* Total cost of practice/activity (including equipment and labor)

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BMP3: Partner Reported Opportunities (PROs)

Current Year Activities

A. Facility/location identifier information:

Gulf Coast Business Unit

B. Description of PRO

Please specify the technology or practice that was implemented:

Eliminate unnecessary equipment and/or systems

Please describe how your company implemented this PRO:

Downsize gas driven Kimray glycol circulation pumps with smaller pumps.

C. Level of Implementation

Number of units installed: 5 units

D. Methane Emissions Reduction

Methane Emissions Reduction: **8,870 Mcf/year**

Basis for the emissions reduction estimate: **Calculation using manufacturer specifications**

E. Are these emissions reductions a one-year reduction or a multi-year reduction?

☒ One-year

☐ Multi-year

If Multi-year:

Partner will report this activity once and let EPA automatically calculate future emission reductions based on sunset date duration.

Partner will report this activity annually up to allowed sunset date.

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F. Cost Summary

Estimated cost of implementing the PRO (including equipment and labor): **\$ 12,000**

G. Total Value of Gas Saved

Value of Gas Saved: **\$ 26,610**

\$ / Mcf used: **\$ 3.00**

H. Planned Future Activities

To what extent do you expect to implement this PRO next year?: _____

Previous Years' Activities

Year	Frequency of practice/activity or # of Installations	Total Cost * (\$)	Estimated Reductions (Mcf/Yr)	Value of Gas Saved (\$)

* Total cost of practice/activity (including equipment and labor)

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BMP3: Partner Reported Opportunities (PROs)

Current Year Activities

A. Facility/location identifier information:

San Juan Business Unit

B. Description of PRO

Please specify the technology or practice that was implemented:

Perform reduced emissions completions for hydraulically fractured natural gas wells

Please describe how your company implemented this PRO:

Closed-loop completions

C. Level of Implementation

Number of units installed: 110 units

D. Methane Emissions Reduction

Methane Emissions Reduction: **905,161 Mcf/year**

Basis for the emissions reduction estimate: **Actual field measurement**

E. Are these emissions reductions a one-year reduction or a multi-year reduction?

☒ One-year

☐ Multi-year

If Multi-year:

Partner will report this activity once and let EPA automatically calculate future emission reductions based on sunset date duration.

Partner will report this activity annually up to allowed sunset date.

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F. Cost Summary

Estimated cost of implementing the PRO (including equipment and labor): **\$ 3,850,000**

G. Total Value of Gas Saved

Value of Gas Saved: **\$ 6,336,127**

\$ / Mcf used: **\$ 7.00**

H. Planned Future Activities

To what extent do you expect to implement this PRO next year?: _____

Previous Years' Activities

Year	Frequency of practice/activity or # of Installations	Total Cost * (\$)	Estimated Reductions (Mcf/Yr)	Value of Gas Saved (\$)

* Total cost of practice/activity (including equipment and labor)

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BMP3: Partner Reported Opportunities (PROs)

Current Year Activities

A. Facility/location identifier information:

San Juan Business Unit

B. Description of PRO

Please specify the technology or practice that was implemented:

RV Block Valve Installation

Please describe how your company implemented this PRO:

Installation of block valves under relief valves to reduce gas blowdown during relief valve maintenance.

C. Level of Implementation

Number of units installed: 4,335 units

D. Methane Emissions Reduction

Methane Emissions Reduction: **829 Mcf/year**

Basis for the emissions reduction estimate: **Other**
estimate

E. Are these emissions reductions a one-year reduction or a multi-year reduction?

One-year ☒ Multi-year

If Multi-year:

- ☒ Partner will report this activity once and let EPA automatically calculate future emission reductions based on sunset date duration.

Partner will report this activity annually up to allowed sunset date.

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F. Cost Summary

Estimated cost of implementing the PRO (including equipment and labor): **\$ 867,000**

G. Total Value of Gas Saved

Value of Gas Saved: **\$ 5,803**

\$ / Mcf used: **\$ 3.00**

H. Planned Future Activities

To what extent do you expect to implement this PRO next year?: **Plan to continue installation at all wells**

Previous Years' Activities

Year	Frequency of practice/activity or # of Installations	Total Cost * (\$)	Estimated Reductions (Mcf/Yr)	Value of Gas Saved (\$)

* Total cost of practice/activity (including equipment and labor)

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Additional Accomplishments